RECEIVED DOCKET FILE COPY ORIGINAL

OCT 3 1 1994

Cincinnati Bell **Telephone®**

Cheryl N. Campbell Director Docket Management & Issue Analysis

FEDERAL COMMUNICATIONS COMMISSION OFFICE OF SECRETARY

201 E. Fourth St., 102 - 310 P. O. Box 2301 Cincinnati, Ohio 45201-2301 Phone: (513) 397-1210 Fax: (513) 241-9115

October 31, 1994

William F. Caton, Acting Secretary 1919 M Street, NW, Room 222 Washington, DC 20554

In the Matter of:

Policies and Rules Implementing the Telephone Disclosure and Dispute Resolution Act

CC Docket 93-22

Dear Mr. Caton:

Enclosed please find an original and nine copies of the Reply Comments of Cincinnati Bell Telephone Company (CBT) in the above-referenced proceeding.

Please date stamp and return the enclosed duplicate copy of this letter as acknowledgement of its receipt. Questions regarding this document should be directed to Jerlian Jones at the above address or by calling (513) 397-1408.

Sincerely,

No. of Copies rec'd

Thorse M. Compered

List ABCDE

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of)	
)	
Policies and Rules Implementing)	CC Docket No. 93-22
the Telephone Disclosure and Dispute)	
Resolution Act)	

REPLY COMMENTS OF CINCINNATI BELL TELEPHONE COMPANY

Cincinnati Bell Telephone Company (CBT) respectfully submits the following reply to comments filed on October 11, 1994 in the above referenced docket in response to the Commission's Order on Reconsideration and Further Notice of Proposed Rule Making (FNPRM) released August 31, 1994. While CBT applauds the efforts of the Commission to protect consumers against deceptive or fraudulent billing practices, there are ways to strengthen that protection and concurrently simplify the billing process.

800 Numbers Should Remain Toll-Free

Numerous comments suggest that the integrity of toll-free 800 number calling should be maintained.¹ The Commission in its FNPRM states that "800 numbers are

Comments of BellSouth at pp. 5-7, GTE at p. 2, USTA at p. 5, Consumer Action at p. 2, NACAA at p. 2, New York Department of Public Services at p. 2, National Association of Attorneys General Telecommunications Subcommittee at pp. 2-3 and NTCA at p. 3.

widely perceived as being toll-free, a perception that Congress clearly sought to maintain in the TDDRA."² CBT concurs with those commenters, and with the apparent intent of the Commission and Congress, believing that all 800 calls should be toll-free, meeting the expectation of the caller. CBT goes one step further and, agreeing with Rochester Telephone Corporation and others,³ suggests that <u>any</u> charges incurred in the course of an 800 number call be charged to a generally accepted commercial credit card and in no event be permitted to appear on the caller's or the telephone subscriber's telephone bill.

The Commission proposes to amend Section 64.1504(b) to prohibit the use of 800 numbers to connect callers to any information service unless that service is provided under a presubscription or comparable arrangement.⁴ CBT suggests amending Section 64.10504 to state that 800 numbers may not be used to provide any information service unless that service is charged to a generally accepted commercial credit card. This would be consistent with the caller's expectations that calls made to 800 numbers are free and that services or merchandise ordered in the course of such calls must be paid for by commercial means unrelated to telephone service.

In addition the 800 number rule⁵ must be clarified. That rule, mirroring the Telephone Disclosure and Dispute Resolution Act (TDDRA),⁶ prohibits the use of any

² FNPRM at ¶ 25.

Comments of Rochester at pp. 1-3, APCC at pp. 2-3, USTA at p. 2.

⁴ FNPRM at ¶ 28.

⁵ 47 C.F.R. 9164.1504.

⁶ 17 U.S.C. ¶ 228(c)(6).

800 number in a manner which would result in "[t]he calling party being charged for information conveyed during the call unless the calling party has a presubscription or comparable arrangement "7 Nowhere is the term "information" defined. It is imperative that its meaning be clarified. A similar clarification is needed for the term "information services" used in the rules. This clarification is critical because of a directory service recently introduced by a major interexchange carrier. It is true that directory services are excluded from the definition of "pay-per-call services" by both the TDDRA and the rules, but nowhere are "directory services" excluded from the term "information services." Common parlance would certainly suggest that directory services provide "information," which is the term used by both the TDDRA and the Commission's rule to clearly prohibit the use of any 800 number to provide information for a charge.

⁷ 47 C.F.R. ¶9164.1504(c).

 $^{^8}$ See, for example, 47 C.F.R. \P 64.1505(b) and \P 64.1507(b). See, also, Comments of AT&T at p. 8.

⁹ MCI's 1-800-CALL-INFO service.

¹⁰ 17 U.S.C. ¶ 228(i)(2).

¹¹ 47 C.F.R. ¶ 64.1501(b).

Not only is the information provider prohibited from using any 800 number when there is a charge for the information, absent a presubscription or comparable arrangement, but the common carriers are required to prevent it¹² and apparently can be charged with criminal liability for knowingly failing to do so.¹³ CBT is faced with a dilemma. While it may wish to bill for directory services, if it bills for any 800 number information services, including directory services, it acts at its peril and may be subject to serious penalties. The only safe course of action is to refuse to bill for all such calls, particularly when it has no obligation to bill for them in any event.

For this reason, CBT's policy against billing for 800 number pay-per-call services will encompass all information services including directory service, at least until the Commission rules on AT&T's Emergency Motion regarding MCI's 1-800-CALL-INFO service.

14 In the meantime, the Commission should eliminate the intolerable dilemma its rule creates for all common carriers by defining the intended meaning of the word "information" or by requiring, as CBT suggests above, that all charges incurred in the use of 800 numbers be billed to generally accepted commercial credit cards.

¹² 47 C.F.R. ¶ 64.1504.

¹³ See 17 U.S.C. ¶ 228(e)(1).

AT&T Corp. v. MCI Telecommunications Corporation, File No. E-94-___, Emergency Motion for Interim Relief, filed October 18, 1994.

Compliance Burden Should Be Placed upon Information Service Providers

CBT agrees with the many local exchange carrier (LEC) commenters¹⁵ that ask the Commission to clarify or modify its rules so that LECs are not held responsible for obtaining evidence of written presubscription agreements from interexchange carriers or information providers for whom LECs are acting as billing agents. To require LECs to obtain physical evidence of each presubscription agreement prior to billing for an information service would impose an extremely costly and excessive burden on LECs from an administrative and operational prospective. The Commission should simply require that LECs, in their billing contracts, require their billing customers to obtain written presubscription agreements in accordance with Commission rules.

Excessive Billing Information Is Not Desirable

CBT also agrees with those commenters who urge the Commission not to require carriers to include service providers' names and business telephone numbers in the bill information concerning charges for information services. ¹⁶ Such information, coupled with the notice requirements and the separate billing pages requirement could increase the size of telephone bills to an unacceptable level. It would also be difficult to maintain the accuracy of such information. CBT has recently redesigned its bills to respond to customers' expressed desires for simpler, clearer bills. The proposed rule would be contrary to those desires.

¹⁵ Comments of Ameritech at pp. 1-2, Bell Atlantic at pp. 2-3, BellSouth at p. 11, Rochester at pp. 1-2, SNET at p. 4 and USTA at p. 3.

¹⁶ Proposed Rule 64.1510(b).

In summary, CBT urges the Commission to preserve the valuable attributes of toll-free 800 number calling by requiring all charges associated with such calling to be made on commercial credit cards and not charged to telephone bills. In this connection the Commission should better define the terms "information services" and "information." In any event, carriers should not be required to police written presubscription agreements nor should they be required to provide voluminous information, such as the names and business telephone numbers of service providers, in their billing statements.

Respectfully submitted,

oh K. Rose

John K. Rose

William D. Baskett III John K. Rose FROST & JACOBS 2500 PNC Center 201 East Fifth Street Cincinnati, Ohio 45202

.

(513) 651-6800

Attorneys for Cincinnati Bell Telephone Company

October 31, 1994

0149527.01

CERTIFICATE OF SERVICE

I, Judith A. Gardner, do hereby certify that I have caused a copy of the foregoing Reply Comments of Cincinnati Bell Telephone Company to be mailed via first class United States Mail, postage prepaid, to the persons listed on the attached service list.

udith A. Gardner

'LLIAM F. CATON, ACTING SECRETARY * 1919 M STREET, NW, ROOM 222 WASHINGTON, DC 20554

ROBERT W. SPANGLER * FCC 1250 23RD STREET, NW WASHINGTON, DC 20554

USTA LINDA KENT 1401 H STREET, NW, SUITE 600 WASHINGTON, DC 20005 ALBERT H. KRAMER KECK, MAHIN & CATE PENTHOUSE SUITE 1201 NEW YORK AVENUE, NW WASHINGTON, DC 20005-3919

JOHN W. HUNTER, MCNAIR & SANFORD, P.A. 1155 FIFTEENTH STREET, NW WASHINGTON, DC 20005 SUMMIT TELECOMMUNICATIONS CORP. LEE A. MARC 1640 SOUTH SEPULVEDA BOULEVARD SUITE 207 LOS ANGELES, CA 90025

ALABAMA PUBLIC SERVICE COMMISSION EUGENE G. HANES

PO BOX 991

... ONTGOMERY, AL 36101-0991

BELL ATLANTIC TELEPHONE COMPANIES JOHN M. GOODMAN 1710 H STREET, NW WASHINGTON, DC 20006

PUBLIC PROTECTION DIVISION DANIEL CLEARFIELD 1425 STRAWBERRY SQUARE, 14TH FLOOR HARRISBURG, PA 17120 NEWSPAPER ASSOCIATION OF AMERICA JEAN F. STURM 529 14TH STREET, NW, SUITE 440 WASHINGTON, DC 20045-1402

KATHLEEN B. LEVITZ *
FCC
1919 M STREET, NW, ROOM 500
WASHINGTON, DC 20554

DANNY E. ADAMS WILEY, REIN & FIELDING 1776 K STREET, NW WASHINGTON, DC 20006

AMERICAN TELEPHONE & TELEGRAPH MARK C. ROSENBLUM 295 NORTH MAPLE AVENUE, ROOM 2255F2 PASKING RIDGE, NJ 07920 TELE-PUBLISHING, INC. PETER J. BRENNAN 126 BROOKLINE AVENUE BOSTON, MA 02215 TENNESSEE PUBLIC SERVICE COMMISSION ANK COCHRAN 460 JAMES ROBERTSON PARKWAY NASHVILLE, TN 37243-0505 METROMEDIA COMMUNICATIONS CORP. RICHARD J. HEITMANN ONE MEADOWLANDS PLAZA EAST RUTHERFORD, NJ 07073

CONSUMER ACTION KEN MCELDOWNEY 116 NEW MONTGOMERY STREET SUITE 233 SAN FRANCISCO, CA 94105

EDWIN L. LAVERGNE GINSBURG, FELDMAN AND BRESS, CHARTERED 1250 CONNECTICUT AVE, NW, SUITE 800 WASHINGTON, DC 20036-2603

SNET EUGENE J. BALDRATE, DIRECTOR FEDERAL REGULATORY 227 CHURCH STREET NEW HAVEN, CT 06510 MARY ROMANO *
FCC
1250 23RD STREET, NW
WASHINGTON, DC 20554

ITS *
1919 M STREET, NW, ROOM 246
WASHINGTON, DC 20554

AMERITECH OPERATING COMPANIES MICHAEL S. PABIAN 2000 WEST AMERITECH CENTER DRIVE HOFFMAN ESTATES, IL 60196-1025

JOEL R. DICHTER SEHAM, KLEIN AND ZELMAN 485 MADISON AVENUE NEW YORK, NY 10022 NEW YORK STATE DEPT OF PUBLIC SERVICE WILLIAM J. COWAN THREE EMPIRE STATE PLAZA ALBANY, NY 12223-1350

IOWA OFFICE OF CONSUMER ADVOCATE DAVID R. CONN LUCAS STATE OFFICE BUILDING DES MOINES, IA 50319 PETER A. ROHRBACH HOGAN & HARTSON 555 13TH STREET, NW WASHINGTON, DC 20004

NATIONAL ASSOCIATION OF CONSUMER AGENCY ADMINISTRATORS LAWRENCE A. BREEDEN 1010 VERMONT AVENUE, NW, SUITE 514 WASHINGTON, DC 20005

NARUC
PAUL RODGERS
1102 ICC BUILDING
PO BOX 684
WASHINGTON, DC 20044

SOUTHWESTERN BELL TELEPHONE DMPANY KOBERT M. LYNCH ONE BELL CENTER, ROOM 3520 ST. LOUIS, MO 63101 SPRINT JAY C. KEITHLEY 1850 M STREET, NW, SUITE 1110 WASHINGTON, DC 20036

PEOPLE AND PUC OF THE STATE OF CALIFORNIA PETER ARTH, JR. 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102 NYNEX WILLIAM J. BALCERSKI 120 BLOOMINGDALE ROAD WHITE PLAINS, NY 10605

ATTY GENERAL OF PENNSYLVANIA ERNEST D. PREATE, JR. 16TH FLOOR-STRAWBERRY SQUARE HARRISBURG, PA 17120 GTE SERVICE CORP.
GAIL L. POLIVY
1850 M STREET, NW, SUITE 1200
WASHINGTON, DC 20036

NATIONAL TELEPHONE COOPERATIVE ASSOCIATION AVID COSSON 2326 PENNSYLVANIA AVENUE, NW WASHINGTON, DC 20037 KATHRYN MARIE KRAUSE 1020 19TH STREET, NW, SUITE 700 WASHINGTON, DC 20036

NATIONAL ASSOCIATION OF ATTORNEYS GENERAL JAMES E. DOYLE 444 NORTH CAPITOL STREET, SUITE 339 WASHINGTON, DC 20001 INFORMATION INDUSTRY ASSOCIATION ALBERT SHULDINER, ATTY 555 NEW JERSEY AVENUE, NW, SUITE 800 WASHINGTON, DC 20001

BLUMENFELD & COHEN GLENN B. MANISHIN 1615 M STREET, NW, SUITE 700 WASHINGTON, DC 20036 WARNER K. HARTENBERGER DOW, LOHNES & ALBERTSON 1255 23RD STREET, NW, SUITE 500 WASHINGTON, DC 20037

MCI TELECOMMUNICATIONS CORP. MARY J. SISAK, ATTY 1801 PENNSYLVANIA AVENUE, NW WASHINGTON, DC 20005 CC WALTER STEIMEL, JR FISH & RICHARDSON FIFTH FLOOR NORTH 601 13TH STREET, NW WASHINGTON, DC 20005 PACIFIC BELL

MES L. WURTZ, ATTY

1275 PENNSYLVANIA AVENUE, NW
WASHINGTON, DC 20004

BELLSOUTH CORPORATION
M. ROBERT SUTHERLAND
4300 SOUTHERN BELL CENTER
675 WEST PEACHTREET STREET, NE
ATLANTA, GA 30375

THE NATIONAL ASSOCIATION FOR INFORMATION SERVICES
WILLIAM W. BURRINGTON
1250 CONNECTICUT AVE, NW, SUITE 600
WASHINGTON, DC 20036-2603

NARUC
JAMES B. RAMSAY, ATTY

1172 ICC BUILDING

BOX 684

WASHINGTON, DC 20044

PRODIGY ROBERT J. BUTLER, ATTY 1776 K STREET, NW WASHINGTON, DC 20006

NYNEX WILLIAM J. BALCERSKI, ATTY 120 BLOOMINGDALE ROAD WHITE PLAINS, NW 10605

COMMONWEALTH OF PENNSYLVANIA PENNSYLVANIA PUBLIC UTILITY COMMISSION MAUREEN A. SCOTT
PO BOX 3265
ARRISBURG, PA 17105-3265

900 AMERICA, LTD LARRY D. LOMAZ 1 CASCADE PLAZA, SUITE 1940 AKRON, OH 44308

IVAN D. VOLNER VENABLE, BAETJER, HOWARD & CIVILETTI 1201 NEW YORK AVENUE, NW, SUITE 1100 WASHINGTON, DC 20005

PUBLIC UTILITY COMMISSION OF TEXAS ROBERT W. GEE 7800 SHOAL CREEK BOULEVARD AUSTIN, TEXAS 78757

CONSUMER ACTION KEN MCELDOWNEY 116 NEW MONTGOMERY ST, SUITE 233 SAN FRANCISCO, CA 94105

NATIONAL ASSOCIATION OF ATTORNEYS GENERAL TELECOMMUNICATIONS SUBCOMMITTEE JAMES E. DOYLE, 444 N. CAPITAL, NW, SUITE 339 WASHINGTON, DC 20001

ROCHESTERTEL
MICHAEL J. SHORTLEY, III
ROCHESTER TEL CENTER
180 SOUTH CLINTON AVENUE
ROCHESTER, NEW YORK 14646-0995

INTERNATIONAL COMMUNICATIONS ASSOCIATION MOIR & HARDMAN 2000 L STREET, NW, SUITE 512 WASHINGTON, DC 20036-4907 INTERNATIONAL TELEMEDIA ASSOCIATION, INC. RON WEISNSTEIN, ESQ. GENERAL COUNSEL 1000 CIRCLE 75 PARKWAY, SUITE 700 ATLANTA, GA 30339

MINNESOTA OFFICE OF ATTORNEY GENERAL HUBERT H. HUMPHREY, III 1200 NCL TOWER 445 MINNESOTA STREET ST. PAUL, MINNESOTA 55101-2130

ALLNET COMMUNICATION SERVICES, INC.
J. SCOTT NICHOLLS
MANAGER OF REGULATORY AFFAIRS
1990 M STREET, NW, SUITE 500
WASHINGTON, DC 20036

COMMUNICATION SYSTEMS
FERRELL B. MALLORY
1276 SFLC
L.JGHAM YOUNG UNIVERSITY
PROVO, UTAH 84602

OPASTCO LISA M. ZAINA, GEN. COUNSEL 21 DUPONT CIRCLE, NW, SUITE 700 WASHINGTON, DC 20036

PILGRIM TELEPHONE, INC. FISH & RICHARDSON 601 13TH STREET, NW FIFTH FLOOR NORTH WASHINGTON, DC 20005

900 CAPITAL SERVICES
MARK COHN, GENERAL COUNSEL
651 GATEWAY BOULEVARD, SUITE 460
SOUTH SAN FRANCISCO, CA 94080

ILLINOIS PUBLIC
TELECOMMUNICATIONS ASSOCIATION
O'KEEFE, ASHENDEN, LYONS & WARD
30 NORTH LASALLE STREET, SUITE 4100
CHICAGO, ILLINOIS 60602

INFOACCESS, INC.
PIPER & MARBURY
1200 19TH STREET, NW
WASHINGTON, DC 20036

AMERICAN PETROLEUM INSTITUTE KELLER AND HECKMAN 1001 G STREET, NW, SUITE 500 WEST WASHINGTON, DC 20001

ASSOCIATION OF COLLEGE AND UNIVERSITY TELECOMMUNICATIONS ADMINISTRATORS, INC. RANDAL R. COLLETT, PRES. 152 W. ZANDALE DR., SUITE 200 LEXINGTON, KY 40503

NEW YORK CLEARING HOUSE ASSOC. LEVINE, LAGAPA & BLOCK 1200 NINETEENTH STREET, NW, SUITE 602 WASHINGTON, DC 20036

TELE-COMMUNICATIONS ASSOCIATION WILEY, REIN & FIELDING 1776 K STREET, NW WASHINGTON, DC 20006

ASSOCIATION OF INFORMATION PROVIDERS
KLEIN, ZELMAN, BRITON
ROTHERMEL & DICHTER
485 MADISON AVENUE
NEW YORK, NEW YORK 10022

AMERICAN PUBLIC COMMUNICATIONS COUNCIL CK, MAHIN & CATE 1201 NEW YORK AVENUE, NW, PENTHOUSE WASHINGTON, DC 20005-1319

NATIONAL TELEPHONE COOPERATIVE ASSOCIATION COSSON, GUILLORY, ATTY. 2626 PENNSYLVANIA AVNEUE, NW WASHINGTON, DC 20037